

# House Study Bill 570

SENATE/HOUSE FILE \_\_\_\_\_  
BY (PROPOSED IOWA FINANCE  
AUTHORITY BILL)

Passed Senate, Date \_\_\_\_\_ Passed House, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

## A BILL FOR

1 An Act directing interest on moneys in the title guaranty fund to  
2 the housing trust fund.  
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:  
4 TLSB 5388XD 82  
5 tw/nh/8

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1 1 Section 1. Section 16.91, subsection 1, Code Supplement  
1 2 2007, is amended to read as follows:  
1 3 1. The authority through the title guaranty division shall  
1 4 initiate and operate a program in which the division shall  
1 5 offer guaranties of real property titles in this state. The  
1 6 terms, conditions and form of the guaranty contract shall be  
1 7 forms approved by the division board. The division shall fix  
1 8 a charge for the guaranty in an amount sufficient to permit  
1 9 the program to operate on a self-sustaining basis, including  
1 10 payment of administrative costs and the maintenance of an  
1 11 adequate reserve against claims under the title guaranty  
1 12 program. A title guaranty fund is created in the office of  
1 13 the treasurer of state. Funds collected under this program  
1 14 shall be placed in the title guaranty fund and are available  
1 15 to pay all claims, necessary reserves and all administrative  
1 16 costs of the title guaranty program. Moneys in the fund shall  
1 17 not revert to the general fund and interest on the moneys in  
1 18 the fund shall be transferred to the ~~department of economic~~  
~~1 19 development~~ authority for deposit in the ~~local~~ housing  
1 20 ~~assistance program trust~~ fund established in section ~~15.354~~  
1 21 ~~16.181~~ and shall not accrue to the general fund. If the  
1 22 authority board in consultation with the division board  
1 23 determines that there are surplus funds in the title guaranty  
1 24 fund after providing for adequate reserves and operating  
1 25 expenses of the division, the surplus funds shall be  
1 26 transferred to the housing assistance fund created pursuant to  
1 27 section 16.40.

## EXPLANATION

1 29 This bill relates to moneys in the title guaranty fund.  
1 30 Currently, interest accrued on moneys in the fund is directed  
1 31 to the Iowa department of economic development for deposit in  
1 32 the local housing assistance program fund. The bill directs  
1 33 these moneys to the Iowa finance authority for deposit in the  
1 34 housing trust fund.  
1 35 LSB 5388XD 82  
2 1 tw/nh/8